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AUG 13 2003

PUBLIC SERVICE  
COMMISSION

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In The Matter Of:

AN INVESTIGATION INTO WARREN COUNTY	)	
WATER DISTRICT'S RATE SCHEDULE FOR	)	CASE NO.
SERVICES WITH PRIVATE FIRE PROTECTION	)	2002-00042
FACILITIES	)	

**COMPLIANCE ON BEHALF OF WARREN COUNTY WATER DISTRICT**

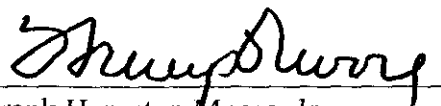
The Warren County Water District, by counsel, for its compliance with the Orders announced at the informal conference held on July 30, 2003, states as follows:

At the informal conference conducted on July 30, 2003, counsel for the Public Service Commission requested that representatives of the Warren County Water District meet with its customer, Mr. Ken Meredith, and to report to the Commission concerning the results of that meeting. A meeting occurred between Mr. Joe Liles, General Manager of the Warren County Water District and Mr. Ken Meredith on August 8, 2003 at 506 Three Springs Road, Bowling Green, Kentucky. A memorandum of that meeting is attached. The memo prepared by Mr. Joe Liles reflects the subject matter and decisions reached.

DATED this 11<sup>th</sup> day of August, 2003.

COLE & MOORE, P.S.C.  
921 College Street - Phoenix Place  
P. O. Box 10240  
Bowling Green, KY 42102-7240  
(270)782-6666

BY:



Frank Hampton Moore, Jr.

### CERTIFICATE OF SERVICE

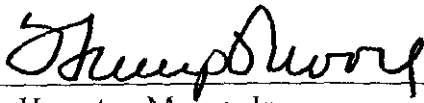
The undersigned hereby certifies that a true and correct copy of the foregoing was on the 12<sup>th</sup> day of August, 2003, mailed through the U.S. Mail, first class, postage prepaid, to the following:

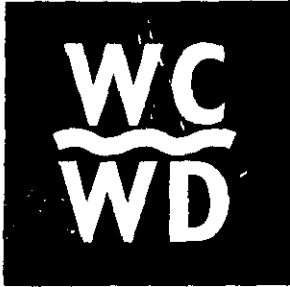
Original and  
Ten copies to: Thomas M. Dorman  
Executive Director  
Public Service Commission  
211 Sower Boulevard  
P. O. Box 615  
Frankfort, KY 40602

Copies to: Joe Liles  
General Manager  
Warren County Water District  
523 U.S. Highway 31-W By Pass  
P. O. Box 10180  
Bowling Green, KY 42102-4780

Hon. Dixie R. Satterfield  
Satterfield & Harmon  
313 East Tenth Avenue  
P. O. Box 9970  
Bowling Green, KY 42102-4970

Hon. David Edward Spenard  
Assistant Attorney General  
Office of the Attorney General  
Utility & Rate Intervention Division  
1024 Capital Center Drive  
Suite 200  
Frankfort, KY 40601

  
\_\_\_\_\_  
Frank Hampton Moore, Jr.



# WARREN COUNTY WATER DISTRICT



Joe Liles, General Manager  
File Memo

On August 8, 2003 at 2:30 p.m. a meeting was held with Ken Merideth at 506 Three Springs Road, Bowling Green, Kentucky. The time to meet was set by mutual agreement a few days in advance.

Present were Joe Liles and Jeff Peeples with Warren County Water District and Ken Merideth and Mr. Vincent representing Baggett Enterprises, AKA Greenwood Skate Center. Water Service at this location was initially installed in Baggett Enterprise, Cottontown, TN. and it is still in that name with a Bowling Green service address.

Mr. Merideth reviewed the business operations which is a real nice skating rink that caters to the youth. His activity with the youth helping to transport children in need to the Shriner's Hospital was of great concern to him.

Mr Merideth also advised that the business is not required by local or state requirements to have a private fire sprinkler system but they should have one to protect those using the facilities in case of fire.

We went out to the point that Baaggett Enterprises connects to the Water District's lines and Mr. Liles reviewed the metering set up and changes that have been made since water service was first connected in October 1980.

1. Baggett Enterprises applied for a 4 inch water meter October 29, 1980 with a monthly charge of \$49.60. In accordance with the application, a 4" meter with vault and by-pass was to be installed.
2. Baggett Enterprises ran their own private 4 inch water line from the meter to their building a distance of several hundred feet. This service line is used by Baggett to provide not only the water usage for the rest rooms including several toilet facilities, kitchen sink and drinking water but also the fire protection within the building. Baggett installed a "combined service line" for their water line running into the building to be used for domestic use and fire protection.
3. In May of 1990 the Water District's "unaccounted for water" team determined

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that most of the water usage by Baggett was not registering on the 4 inch water meter. A 4 inch meter will not measure flow accurately below 10 gallons per minute.

4. June 6, 1990 a 1 inch meter was installed to measure the low water flows Baggett uses. The 1 inch meter was installed in the by-pass line around the 4 inch meter on the customers side of the 4 inch check valve. Low flows go through the small meter until the flow reaches a point the pressure starts to fall, then the 4 inch check valve opens and allows higher flow rates to come through the 4 inch meter. Mr. Merideth seemed to think we were billing the business twice through the two meters but it was explained how the metering configuration worked and although there is two meters the usage on the meters are combined and billed as if there was only one meter. The billing records for the past two years reflect water is used each month through each meter.

4 inch meter - varies monthly from 7,000 to 1,000 gallons  
1 inch meter - varies monthly from 13,300 to 1,120 gallons

If only the 4 inch meter was used from 13,300 to 1,120 gallons of water per month would not have been measured. Without the 4 inch meter in place from 7,000 to 1,000 gallons per month would not have been measured.

The entire lot on which the business is located has been paved for parking from the building to the street which Mr. Merideth advised makes it impractical to install a separate 1 inch service line.

Mr. Merideth questioned why the Water District's rates were higher than Bowling Green Municipal Utilities. It was explained that the larger geographic area served by the Water District with fewer customers per mile required the rates to be higher.

It was agreed to wait on the PSC decision in the case.

Attachment: Baggett Enterprise Application for Water Service  
Water District PSC approved Policy on Billing (2 meters)

CY 33 BR 5 CERT. NO. 014971

NAME

Braggett Enterprises

MAP NO.

1W03-058

ADDRESS

P.O. Box 31A

CONTRIBUTION

\$1,350.0032(Patterson, Tenn.) 37048

The undersigned hereby applies for water service from Warren County Water District and agrees to the following:

1. To pay the deposit and connection charge applicable. Deposit is refundable upon termination of water service and payment of all accounts owed.
2. To purchase water service under rates, policies, rules and regulations fixed by the Board of Commissions and approved by the Kentucky Public Service Commission. Copies of rates, policies, rules and regulations are available for inspection at each office.

This contract made and entered into on this date Oct. 29 19 80, between Applicant and the Water District.

The Applicant hereby applies for water service from the District upon the following terms:

1. The Applicant will pay to the District the sum established as the non-refundable connect fee, which when accepted by the District, will constitute the installation fee for water service.
2. The fee for a residential 5/8 inch meter is \$250. The meter will be set on the Applicant's property adjacent to, on the same side of the road, and within 5 feet of the existing water line. If Applicant's property is on the opposite side of the road from the existing water line, the service will be run under the road and the meter set on private property adjacent to the highway right of way, provided the distance from the water line to the meter point is not more than 60 feet. Should the distance be more than 60 feet, the Applicant will be required to pay the additional cost of the extension.
3. In consideration of water service to serve the premises of the Applicant, the Applicant agrees to pay for water service at a minimum monthly rate of \$ 44.66 for 1 consecutive months, beginning on the date service becomes available.
4. The Applicant agrees to permit the District to lay, maintain, repair, remove and disconnect a service line and meter, and read meters at a point on Applicant's property to be designated by the District for each meter with right of ingress and egress for these purposes over Applicant's property.
5. The Applicant will install and maintain a service line at his own expense which shall begin at the water meter and extend to the dwelling or other portions of his premises.
6. The Applicant assumes responsibility for any damage to metering equipment in making connection to the meter.
7. Applicants applying for installation of 1-, 1 1/2-, 2-, 3 and 4 inch meters will be subject to this contract and the following installation fee provided the meter is set within five (5) feet of the distribution water line.

1 inch meter 350.00 with vault and by-pass  
 1 1/2 inch meter 500.00 with vault and by-pass  
 2 inch meter 675.00 with vault and by-pass

3 inch meter 950.00 with vault and by-pass  
 4 inch meter 1350.00 with vault and by-pass

In the event it is necessary to cross under the road and/or extend the line more than five (5) feet to reach the Applicant's property the Applicant herein agrees to pay for the full expense of extending the line.

Signature:

[Signature]

Social Security No.

380-40-3611

Witness:

S. E.

DEP.

C/F

FOR ENTIRE AREA SERVED

P.S.C. Ky. No. \_\_\_\_\_

1 Sheet of 1

Canceling P.S.C. Ky. No. \_\_\_\_\_

\_\_\_\_\_ Sheet No. \_\_\_\_\_

WARREN COUNTY WATER DISTRICT  
Name of Issuing Corporation

CLASSIFICATION OF SERVICE

Metering for Billing

1. Billing for each installed meter shall be based on the volume of water used through the meter.
2. When two meters are required by the District to measure the high and low flows for one connection, the bill shall be based on the combined volume of water used through both meters with the minimum bill and bill computation based on the largest meter.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE

NOV 04 2000

PURSUANT TO 807 KAR 5.011,  
SECTION 9 (1)

BY Stephan D. Bell  
SECRETARY OF THE COMMISSION

DATE OF ISSUE 9 26 2000  
Month Day Year

DATE OF EFFECTIVE \_\_\_\_\_  
Month Day Year

ISSUED BY R. Harvey Johnston, III Chairman PO Box 10180, Bowling Green, KY 42102  
Title Address

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. \_\_\_\_\_  
dated \_\_\_\_\_